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May 16, 2007

Ref: 4707-25226

Honorable James H. Welsh Commissioner of Conservation Post Office Box 94275 Baton Rouge, LA 70804-4275

Re:

Hearing Application Tex W Zone, Reservoir A BAYOU RAMBIO FIELD

Terrebonne Parish, Louisiana Applicant: Castex Energy, Inc.

Dear Mr. Commissioner:

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, application is hereby made on behalf of **Castex Energy**, **Inc.** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the Tex W Zone, Reservoir A, in the Bayou Rambio Field, Terrebonne Parish, Louisiana.

- To create a single drilling and production unit of approximately 1180 acres for the Tex W Zone, Reservoir A, designated as the TEX W RA SUA, Bayou Rambio Field, Terrebonne Parish, Louisiana, all as shown more particularly on the attached plat;
- 2. To establish rules and regulations governing the exploration for and production of gas and condensate from the said unit;
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created, with each tract sharing in unit production on a surface acreage basis of participation;
- 4. To designate a unit operator and unit well for the unit created herein;
- 5. To consider such other matters relating to the subject reservoir as may be appropriate and justified by the evidence presented at the public hearing.

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The Tex W Zone, Reservoir A, in the Bayou Rambio Field is hereby defined as being that gas and condensate bearing zone encountered between the measured depths of 14,830 feet and 17,610 feet (electrical log measurements) in the Pel-Tex Oil Company-Bourg No. 1 Well, located in Section 36, Township 19 South, Range 16 East, Terrebonne Parish, Louisiana.

In compliance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, a preapplication conference was held in Lafayette, Louisiana on May 9, 2007. Attached hereto and made a part hereof is a list of the names and addresses of the parties who were in attendance at that conference.

The conference was opened by Mr. B. J. Duplantis. Mr. Bill Dale of W. H. Robbins & Associates presented the plan of applicant. Mr. Courtney Oliver representing Harry Bourg Corp. presented a counterplan for two (2) units. Mr. Tony Carollo representing Possum Point Properties and Terrebonne Land and Development reserved his rights. Questions were asked and answered. There may be opposition at the public hearing on this matter.

Attached hereto and made a part hereof is a plat outlining the TEX W RA SUA, Bayou Rambio Field, Terrebonne Parish, Louisiana, and a list of the names and addresses of the interested owners, represented parties and interested parties to whom this notice is being sent. It is hereby certified that a reasonable effort was made to ascertain the names and addresses of all interested owners, represented parties and interested parties.

A copy of the list of the names and addresses of the interested owners, represented parties and interested parties is not being mailed to those parties along with this hearing application. Should any such party desire a copy of this list, however, we will be glad to provide one upon request.

Upon receipt of the legal notice in the captioned matter, the notice will be posted, published and mailed in accordance with Rule 7 of the Rules of Procedure.

Any pertinent data relating to the proposed unit can be obtained, AT THE COST OF THE REQUESTING PARTY, from Bill Dale of W. H. Robbins & Associates, 302 La Rue France, Suite 100, Lafayette, LA 70508 (337) 232-5004.

Finally, there is enclosed herewith our check on behalf of the applicant in the amount of \$755.00, made payable to the Office of Conservation, representing the required hearing application fee.

erv truly yours.

BJD/ht

Attachments

cc: Mr. Richard Hudson

District Manager, Office of Conservation

All Interested Owners, Represented Parties and Interested Parties

